State of Utah Division of Oil Gas & Minin Mining/Exploration Summary

LARGE MINING OPERATION Name: DRUM MINE Permt # M270007 **Permit Status** Mine Status Ownership Location Approved: Status: APP Status: FOR Surface: BLM UTMX: 326,910 Recieved: 07/08/1983 11/28/1983 Date: 01/07/1999 Mineral: BLM UTMY: 4,377,373 Tent Appr: 10/03/1983 Methods Minerals Mined/Explored: GOLD Surf/Under: SURFACE Methods Used: **Bonding Permit Fees** Approved Acres Acres Released Date Sent Date Received Date Released 137 06/26/1998 11 Bond Type Fee Received Cash Receipt RELEASED - 2/14/2001 - JUMBO & WESTERN STATES \$ 0 Bond Amount: Date Bond Expires: **Deliquent Notice** 11 11 Comments: 4/4/2002 - Sent letter regarding operator request for payment of remaining \$20,000 for reclamation of the Drum Mine SWEX Pit. Request could not be granted until the amendment to the original contract had been approved. Amended contract has been approved; therefore, a check should be cut by the Division of Finance and be forthcoming shortly. 3/29/2002 - Received completed and signed Amendment One to Contract regarding disbursement of funds. Contract amount is \$210,000.00 to end May 15, 2002 (original contact ended 2/15/2001). Unforeseen circumstances and weather delays prevented Western States from completing the last phase of the contract work until 2/6/2002. 2/19/2002 - Received invoice for \$20,000 for work done on Drum Adit closure. **Last Action** Action: 98 FEE Start Date: 06/26/1998 End Date: // Fee \$0 - Receipt # **Last Inspection** Date 02/06/2002 Inspector DJ Date of Inspection: February 6, 2002 Time of Inspection: 9:30 a.m. Conditions: Cool & Clear Last Annual Report 1996 Acreage: 137.0 Acr Reclaimed: 0.0 Production: , , **Last Agency Action** Agency: BLM Agency ID: UTU-063447 Date: 11 Operator WESTERN STATES MINERALS CORP Oper Id: 930 **TaxID** Contact: JIM ASHTON / BUZZ GERICK Address: 250 S ROCK BLVD STE 118 Phone: (775) 856-3339 Fax RENO NV 89502-2301 E-Mail Corporate office: 4975 Van Gordon St. Wheat Ridge, CO 80033 (303) 425-7042 - fax (303) 425-6634 Location Qaatr Qatr Qtr Section Township Range Merid Quad Sheet 07 S15.0

W10.0 S